

City of Santa Barbara

**FIRE AND POLICE PENSION COMMISSION
MEETING MINUTES**

April 26, 2010 – 10:30 A.M.

Finance Conference Room - City Hall
735 Anacapa Street, Santa Barbara, CA 93101

1. Roll Call **x** Michael K. Jacobs **x** Scott Tracy **x** Thomas Walsh

All present.

2. Public comment

None.

3. Approval of minutes for the meeting of July 30, 2007

No minutes were available for the meeting of July 30, 2007. At the next meeting, minutes will be provided.

4. Quarterly Investment Report: Quarter Ended December 31, 2009 and status of portfolio

A more recent report for the quarter ended March 31, 2010 was presented by Todd Sullivan, the Investment Manager for the Safety Service Plan.

Report was accepted.

5. Actuarial Study

Bob Samario, Interim Finance Director, presented the actuarial report prepared by Aon Consulting as of June 30, 2008.

The discussion led to a number of questions and requests of City staff:

a. Commissioner Walsh requested the following:

i. The latest audited annual report.

ii. An opinion from the City Attorney as to the scope of the Fire and Police Pension Commission in the context of the other pensioners in the CalPERS retirement system.

- b. *Commissioner Tracy requested clarification on the voting protocol given that there are only 3 members on the Commission. Specifically, does it take all three members to approve an item on the agenda (majority of 5), or just a majority of Commissioners present (2 out of 3)?*
- c. *Commissioner Jacobs pointed out that the City Charter governing the Pension requires that the proceeds from the sale of unclaimed assets, such as bicycles, stereo equipment, etc. be deposited into the Service Retirement Pension Fund. Commissioner Jacobs requested that staff not only pursue fully funding the unfunded liability of the Pension as measured by the most recent actuarial study, but that staff prospectively begin calculating any proceeds from the sale of unclaimed assets and have those funds deposited into the Pension Fund.*

At the end, the Commission unanimously voted to direct staff to pursue a funding strategy that fully addresses the unfunded liability of the Service Retirement Pension Plan as calculated by the pending actuarial report with a valuation date of June 30, 2009.

- 6. Next meeting date – July 26, 2010